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T. Richmond McPherson III



June 16, 2021

#### VIA ELECTRONIC FILING

Ms. Jocelyn G. Boyd Chief Clerk and Administrator The Public Service Commission of South Carolina Synergy Business Park 101 Executive Center Drive Columbia, South Carolina 29210

Re: GCRM-152, Docket No. 2006-401-G

Dear Ms. Boyd:

On behalf of Piedmont Natural Gas Company, Inc. ("Piedmont"), I have enclosed various schedules constituting Piedmont's GCRM-152.

The rate changes reflected in this filing, as shown on the attached schedules, are necessary to update Piedmont's rates to reflect changes in Piedmont's wholesale costs of gas. Wholesale futures contract prices for natural gas deliveries, as reflected on the New York Mercantile Exchange, are currently at levels above the \$2.00 per dekatherm commodity cost of gas reflected in Piedmont's current rates.

Based on the differential between Piedmont's existing benchmark cost of gas and the futures wholesale price, as well as the current balance in its deferred gas cost account, Piedmont is at risk of under-collecting its wholesale gas costs if the benchmark cost of gas reflected in its rates is not increased to \$3.00 per dekatherm as proposed herein. The relief requested herein will mitigate such under-collection and will also ensure that the wholesale gas costs reflected in Piedmont's rates are reasonably consistent with the prevailing market price for natural gas, thereby avoiding the creation of artificial market signals/incentives to parties who utilize this commodity for fuel or process The rate changes proposed herein are an increase of \$0.10177/therm for sales rate schedules (201, 202, 242, 252, 203 and 204) and an increase of \$0.00177/therm for transportation rate schedules (213 and 214).

Piedmont hereby requests approval of this GCRM filing in time to implement these rate changes effective with the first billing cycle in July, 2021.

Ms. Jocelyn G. Boyd June 16, 2021 Page 2

If you have any questions regarding this matter, you may reach me at the number shown above.

Sincerely,

### /s/ T. Richmond McPherson III

T. Richmond McPherson III

#### Enclosures

cc: Bruce Barkley

Pia Powers Brian Heslin Jim Jeffries

Office of Regulatory Staff (via email and overnight delivery)

## STATE OF NORTH CAROLINA

#### **VERIFICATION**

#### **COUNTY OF MECKLENBURG**

Quynh Bowman, being duly sworn, deposes and says that she is Director - Gas Rates & Regulatory Strategy of Piedmont Natural Gas Company, Inc., that as such, she has read the foregoing documents and knows the contents thereof; that the same are true of her own knowledge except as to those matters stated on information and belief and as to those she believes them to be true.

Quynh Bowman

Mecklenburg County, North Carolina

Signed and sworn to before me this day by Quynh Bowman

Date: 6/16/21

Notary Public

(Official Seal)

My commission expires: 2/ 22/d 3

DEANNA O'BRIEN NOTARY PUBLIC CABARRUS COUNTY, NC

My Commission Expires 2 2 2 23

# **SCHEDULE A**

ELECTRONICALLY FILED - 2021 June 16 4:27 PM - SCPSC - Docket # 2006-401-G - Page 5 of 8

Piedmont Natural Gas Company, Inc. State of South Carolina Proposed Benchmark Commodity Rate Change - GCRM-152, Docket No. 2006-401-G

		(a)	(b) GCRM-152	(c)	
		June 2021	COG Commodity	July 2021	
		Current	Rate	Proposed	
Rate S	Schedules:	Billing Rates <sup>1</sup>	<u>Change</u>	Billing Rates	
201	Residential Service				
201	Monthly Charge-winter	10.00	_	10.00	
	Monthly Charge-summer	8.00	-	8.00	
	Winter (NovMar.) per therm	0.84579	0.10177	0.94756	
	Summer (AprOct.) per therm	0.78915	0.10177	0.89092	
202	Small General Service				
	Monthly Charge	22.00	-	22.00	
	Winter (NovMar.) per therm	0.71934	0.10177	0.82111	
	Summer (AprOct.) per therm	0.70555	0.10177	0.80732	
252	Medium General Service				
	Monthly Charge	75.00	-	75.00	
	Winter (NovMar.) per therm	0.69355	0.10177	0.79532	
	Summer (AprOct.) per therm	0.67976	0.10177	0.78153	
242	Natural Gas Vehicle Fuel Service				
	Winter (NovMar.) per therm	0.18141	0.10177	0.28318	
	Summer (AprOct.) per therm	0.18141	0.10177	0.28318	
	Winter (NovMar.) per GGE <sup>2</sup>	0.22858	0.12823	0.35681	
	Summer (AprOct.) per GGE <sup>2</sup>	0.22858	0.12823	0.35681	
243	<b>Experimental Motor Vehicle Fuel Service</b>				
	Monthly Charge	varies by customer per their of	corresponding rate schedule		
	Winter (NovMar.)	varies by customer per their of	corresponding rate schedule		
	Summer (AprOct.)	varies by customer per their of	corresponding rate schedule		
203	Large General Sales Service				
	Monthly Charge	250.00	-	250.00	
	Billing Demand per therm	1.12500	-	1.12500	
	Winter (NovMar.) per therm				
	First 15,000	0.44923	0.10177	0.55100	
	Next 15,000	0.37952	0.10177	0.48129	
	Next 75,000	0.33199	0.10177	0.43376	
	Next 165,000	0.29325	0.10177	0.39502	
	Next 330,000	0.23711	0.10177	0.33888	
	Over 600,000	0.20854	0.10177	0.31031	
	Summer (AprOct.) per therm				
	First 15,000	0.37495	0.10177	0.47672	
	Next 15,000	0.32382	0.10177	0.42559	
	Next 75,000	0.29485	0.10177	0.39662	
	Next 165,000	0.27468	0.10177	0.37645	
	Next 330,000	0.23711	0.10177	0.33888	
204	Over 600,000	0.20854	0.10177	0.31031	
204	Interruptible Sales Service Monthly Charge	250.00	_	250.00	
		250.00	-	230.00	
	Winter (NovMar.) per therm First 15,000	0.46423	0.10177	0.56600	
	Next 15,000	0.39952	0.10177	0.50129	
	Next 75,000 Next 75,000	0.35639	0.10177	0.45816	
	Next 165,000	0.30925	0.10177	0.41102	
	Next 330,000	0.25711	0.10177	0.35888	
	Over 600,000	0.22854	0.10177	0.33031	
	Summer (AprOct.) per therm	0.22034	0.10177	0.00001	
	First 15,000	0.38995	0.10177	0.49172	
	Next 15,000	0.34382	0.10177	0.44559	
	Next 75,000 Next 75,000	0.31925	0.10177	0.42102	
	Next 165,000	0.29068	0.10177	0.39245	
	Next 330,000	0.25711	0.10177	0.35888	
	Over 600,000	0.22854	0.10177	0.33031	
205	Outdoor Gas Light Service				
	Per Fixture/Mo.	15.00	-	15.00	

Piedmont Natural Gas Company, Inc.
State of South Carolina
Proposed Benchmark Commodity Rate Change - GCRM-152, Docket No. 2006-401-G

		(a)	(b) GCRM-152	(c)	
		June 2021	COG Commodity	July 2021	
		Current	Rate	Proposed	
Rate Schedules:		Billing Rates <sup>1</sup>	<u>Change</u>	Billing Rates	
213	Large General Transportation Service				
	Monthly Charge	250.00	-	250.00	
	Standby Demand per therm	0.45000	-	0.45000	
	Billing Demand per therm	0.82500	-	0.82500	
	Winter (NovMar.) per therm				
	First 15,000	0.21923	0.00177	0.22100	
	Next 15,000	0.15352	0.00177	0.15529	
	Next 75,000	0.10739	0.00177	0.10916	
	Next 165,000	0.06855	0.00177	0.07032	
	Next 330,000	0.03011	0.00177	0.03188	
	Over 600,000	0.00854	0.00177	0.01031	
	Summer (AprOct.) per therm				
	First 15,000	0.14495	0.00177	0.14672	
	Next 15,000	0.09782	0.00177	0.09959	
	Next 75,000	0.07025	0.00177	0.07202	
	Next 165,000	0.04998	0.00177	0.05175	
	Next 330,000	0.03011	0.00177	0.03188	
	Over 600,000	0.00854	0.00177	0.01031	
214	Interruptible Transportation Service				
	Monthly Charge	250.00	-	250.00	
	Winter (NovMar.) per therm				
	First 15,000	0.23423	0.00177	0.23600	
	Next 15,000	0.16352	0.00177	0.16529	
	Next 75,000	0.12139	0.00177	0.12316	
	Next 165,000	0.07175	0.00177	0.07352	
	Next 330,000	0.03411	0.00177	0.03588	
	Over 600,000	0.00854	0.00177	0.01031	
	Summer (AprOct.) per therm				
	First 15,000	0.15995	0.00177	0.16172	
	Next 15,000	0.10782	0.00177	0.10959	
	Next 75,000	0.08425	0.00177	0.08602	
	Next 165,000	0.05318	0.00177	0.05495	
	Next 330,000	0.03411	0.00177	0.03588	
	Over 600,000	0.00854	0.00177	0.01031	

<sup>1/</sup> The rates in Column (a) are the same as those shown in the Company's ETariff filing revision #E2021-25 (Version 39).

<sup>2/</sup> The rates convert 1.26 therms to 1 GGE.

## **SCHEDULE B**

ELECTRONICALLY FILED - 2021 June 16 4:27 PM - SCPSC - Docket # 2006-401-G - Page 8 of 8

	Annualized Throughput (DT) per Docket 2020-7-G Settlement Approved in Order No. 2020-702, dated 10/14/2020	Cor	oposed mmodity per (DT)		<u>Total</u>
Sales	15,290,079	\$	3.00	\$	45,870,237
Transportation	5,873,344				
Total Throughput	21,163,423				
LAUF %	1.77%				
Company Use & Lost And Unacct For	374,593	\$	3.00	\$	1,123,779
Total Throughput					21,163,423
Calculated Rate - LAUF					0.0531
Proposed Sales Commodity Rate per DT Proposed Sales Commodity Rate per Therm Current Sales Commodity Rate per Therm Adjustment to Sales Commodity Rate per Therm					3.05310 0.30531 0.20354 0.10177
Proposed Transportation Commodity Rate per DT Proposed Transportation Commodity Rate per Therm Current Transportation Commodity Rate per Therm Adjustment to Transportation Commodity Rate per Therm					0.05310 0.00531 0.00354 0.00177
Current Benchmark Proposed Benchmark			\$ \$	2.00 3.00	